

**SUBSTITUTE FOR
SENATE BILL NO. 799**

A bill to amend 1984 PA 431, entitled
"The management and budget act,"
by amending section 367b (MCL 18.1367b), as amended by 2011 PA 47.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 367b. (1) A revenue estimating conference shall be held
2 in the second week of January and in the third week in May of each
3 year, and as otherwise provided in this act.

4 (2) The principals of the conference shall be the state budget
5 director or the state treasurer, the director of the senate fiscal
6 agency, and the director of the house fiscal agency, or their
7 respective designees.

8 (3) The conference shall establish an official economic
9 forecast of major variables of the national and state economies.
10 The conference shall also establish a forecast of anticipated state

1 revenues as the conference determines including the following:

2 (a) State income tax collections.

3 (b) State sales tax collections.

4 (c) Corporate income tax collections.

5 (d) Michigan business tax collections.

6 (e) Total general fund/general purpose revenues.

7 (f) Lottery transfers to the school aid fund.

8 (g) Total school aid fund revenues.

9 (h) Annual percentage growth in the basic foundation allowance
10 provided for in the state school aid act of 1979, 1979 PA 94, MCL
11 388.1601 to ~~388.1772~~ **388.1896**.

12 (i) Compliance with the state revenue limit established by
13 section 26 of article IX of the state constitution of 1963.

14 (j) Pay-ins or pay-outs required under the countercyclical
15 budget and economic stabilization fund.

16 **(K) PROJECTED PRISONER POPULATION, PRISON BED SPACE**
17 **AVAILABILITY, CUSTODY STAFF REQUIREMENTS, EXPENDITURES INCLUDING**
18 **OPERATION OF FACILITIES AND PRISONER-RELATED EXPENSES, AND COST PER**
19 **PRISONER FOR PRISONERS UNDER THE JURISDICTION OF THE DEPARTMENT OF**
20 **CORRECTIONS.**

21 (4) The conference's official forecast of economic and revenue
22 variables shall be determined by consensus among the principals.

23 (5) The forecasts required by this section shall be for the
24 fiscal year in which the conference is being held and the next 2
25 ensuing fiscal years. The conference shall also forecast general
26 fund/general purpose revenue trend line projections and school aid
27 fund revenue trend line projections for the next 2 ensuing fiscal

1 years.

2 (6) The May revenue estimating conference shall establish
3 expenditure forecasts for ~~medicaid~~**MEDICAID** expenditures and for
4 human services caseloads and expenditures for the fiscal year in
5 which the conference is being held and the next 2 ensuing fiscal
6 years.

7 (7) The official conference forecasts of revenues and
8 expenditures shall be based upon the assumption that the current
9 law and current administrative procedures will remain in effect for
10 the forecast period.